

AR87

TORONTO STOCK EXCHANGE

LISTING STATEMENT

REC'D MAR 12 1951

MERRILL ISLAND MINING CORPORATION LTD.

(No Personal Liability)

Incorporated under the Quebec Mining Companies' Act, by Letters Patent dated July 4th, 1950

1. Address of the Company's Head Office and of any other offices:
266 Notre Dame Street West, Montreal, Canada (Room 10)
2. Officers of the Company:

OFFICE HELD	NAME	ADDRESS	OCCUPATION
President	Roy Robertson	266 Notre Dame Street West, Montreal	Broker
Vice-President	Gustave H. Rainville	360 St. James Street West, Montreal	Mining Executive
Secretary-Treasurer	Arthur N. Ovenden	266 Notre Dame Street West, Montreal	Accountant
3. Directors of the Company:

NAME	ADDRESS	OCCUPATION
Roy Robertson	266 Notre Dame Street West, Montreal	Broker
Gustave H. Rainville	360 St. James Street West, Montreal	Mining Executive
Chas. E. Prefontaine	3437 Park Avenue, Montreal	President, United Auto Parts Ltd., and Director, Provincial Bank of Canada
Jean F. Grenon	52 rue St. Louis, Quebec, Que.	Civil Engineer
Fridolin Simard	Amos, Que.	Contractor
Roland Therien	680 Sherbrooke Street West, Montreal	President, Laurentide Acceptance Corp. Ltd.
C. Antoine Geoffrion	112 St. James Street West, Montreal	Advocate
4. Names and addresses of all transfer agents:
Chartered Trust Company, 388 St. James Street West, Montreal. Toronto and Montreal.
5. Particulars of any fee charged upon transfer other than customary government taxes:
25c per certificate
6. Names and addresses of all registrars:
Chartered Trust Company, 388 St. James Street West, Montreal. Toronto and Montreal.
7. Amount of authorized capital: \$3,000,000.00.
8. Number of shares and par value: 3,000,000 shares of \$1.00 par value.
9. Full details of all shares issued in payment for properties or for any other assets other than cash:

Date	No. of Shares	Description
	1,000,000	Mining concessions known as Blocks "A", "B" and "C" in the Township of Obalski, and Block "B" in the Township of Mackenzie, District of Abitibi, as well as Mining Claims Q-45483 to 45487 in the Township of Obalski in the District of Abitibi, Que.
Total.....	1,000,000	

This listing statement is a copy of the listing application made by the applicant company. The Exchange has received no consideration in connection with the issue of this listing statement other than the customary listing fee. The papers and exhibits submitted by the applicant company in support of the listing application are open for inspection at the general office of the Exchange.

10. Full details of all shares sold for cash.	<table><tr><th>Date</th><th>Number of Shares</th><th>Price per Share</th><th>Amount realized by Company</th></tr><tr><td>July 31, 1950</td><td>7</td><td>\$1.00</td><td>\$ 7.00</td></tr><tr><td>July 31, 1950</td><td>1,000,000</td><td>.25</td><td>250,000.00</td></tr><tr><td>August 18, 1950</td><td>100,000</td><td>.50</td><td>50,000.00</td></tr><tr><td>August 28, 1950</td><td>100,000</td><td>.50</td><td>50,000.00</td></tr><tr><td>October 31, 1950</td><td>100,000</td><td>.75</td><td>75,000.00</td></tr><tr><td>Total.....</td><td>1,300,007</td><td></td><td>\$425,007.00</td></tr></table>	Date	Number of Shares	Price per Share	Amount realized by Company	July 31, 1950	7	\$1.00	\$ 7.00	July 31, 1950	1,000,000	.25	250,000.00	August 18, 1950	100,000	.50	50,000.00	August 28, 1950	100,000	.50	50,000.00	October 31, 1950	100,000	.75	75,000.00	Total.....	1,300,007		\$425,007.00
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July 31, 1950	7	\$1.00	\$ 7.00																										
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August 28, 1950	100,000	.50	50,000.00																										
October 31, 1950	100,000	.75	75,000.00																										
Total.....	1,300,007		\$425,007.00																										
11. Total number of shares issued.	2,300,007.																												
12. Number of shares now in treasury or otherwise unissued.	699,993.																												
13. Particulars of any issued shares held in trust for the Company or donated for treasury purposes.	None.																												
14. Date of last annual meeting.	None yet held.																												
15. Date of last report to shareholders.	No report issued yet.																												
16. Details of any treasury shares (or shares issued subject to payment or shares held for the benefit of the treasury) now under option or the subject of any underwriting or sales agreement. If none, this to be stated.	<p>33,333 shares are underwritten at 75 cents a share, payable by March 1, 1951, and 666,660 shares are under option to Robertson & Stone Limited at the following prices:</p> <p>66,667 shares at \$.75 per share, 199,993 shares at \$1.00 per share, 200,000 shares at \$1.50 per share, 200,000 shares at \$2.00 per share,</p> <p>to be taken up against minimum monthly payments of \$25,000.00, the first payment whereof to be made on or before April 1, 1951, but all the shares under option must be taken up and paid for on or before December 31, 1951.</p>																												
17. Details of any shares pooled, deposited in escrow, non-transferable or held under any syndicate agreement or control.	<p>One million (1,000,000) shares are held in pool and in escrow by Chartered Trust Company, Montreal, as trustee, and are subject to release only with the consent of the Company, the Registrar under the Securities Act of Quebec, any Stock Exchange or Stock Exchanges on which the shares of the Company are listed for trading, and if the shares of the Company are qualified for sale in Ontario under the Ontario Securities Act, of the Ontario Securities Commission; it being understood that the Company shall consent to the release of all Vendor shares so pooled within a period not exceeding two years from July 27th, 1950.</p>																												
18. Details of any registration with or approval or authority for sale granted by or any filing with a Securities Commission or corresponding Government body.	<p>Annual registration as a Broker Issuer under No. 6275 has been granted to the Company under the laws of the Province of Quebec by writing dated August 11th, 1950.</p>																												

19. Has any application for registration with or approval or authority for sale by or any filing with a Securities Commission or corresponding Government body ever been refused, cancelled or revoked? If so, give particulars.	No.
20. Particulars of any bonds, debentures, notes, mortgages, charges, liens or hypothecations outstanding.	None.
21. Enumerate fully, giving claim or property numbers, approximate acreage, townships and mining camp or oil field: (a) Properties owned where titles vested in Company. (b) Properties leased. (c) Properties otherwise held. Give particulars of title held by the Company in each instance, (e.g. patented, unpatented, Crown granted, held under mining license, perpetual lease, etc.)	<p>Mining concessions known as Block "A", "B" and "C" in the Township of Obalski, and Block "B" in the Township of Mackenzie, in the District of Abitibi, Que., containing approximately 548 acres, and mining claims Q-45483 to Q-45487, both inclusive, in the Township of Obalski, in the District of Abitibi, and containing approximately 119.89 acres, or a total of 667.89 acres.</p> <p>None.</p> <p>None.</p>
22. Full particulars of any royalties or other charges payable upon production from each individual property.	None.
23. Are any lawsuits pending against the Company or any of its properties, or are there any other circumstances which might affect the Company's position or title adversely? If so, explain fully.	None.
24. Describe plant and equipment on property.	None.
25. Describe development accomplished and planned.	26 diamond drill holes have been put down on the property, for a total footage of 9,705 feet. Since Merrill Island acquired this property, 18 additional diamond drill holes have been drilled since July 31st, 1950, and a number of the former 26 holes have been deepened, making a total footage of 15,986 feet.

26. Date and author of mining engineer's or petroleum geologist's report filed with this application and available for inspection on request.	Report by Lawrence E. Oughtred dated August 22nd, 1950.
27. Full particulars of production to date.	None.
28. Have any dividends been paid? If so, give dates, per share rate, and amount paid in dollars on each distribution.	None.
29. Name and address of the solicitor or attorney whose certificate as to titles and to the fact that there are no encumbrances or tax arrears has been filed with the Exchange.	C. Antoine Geoffrion, Geoffrion & Prud'Homme, 112 St. James Street West, Montreal, Que.
30. Name and address of the solicitor or attorney whose certificate that the applicant is a valid and subsisting company and that the shares which have been allotted and issued were legally created and are fully paid and non-assessable has been filed with the Exchange.	C. Antoine Geoffrion, Geoffrion & Prud'Homme, 112 St. James Street West, Montreal, Que.
31. Has the listing of any shares of the Company ever been refused or deferred on any stock exchange? If so, give particulars.	No.
32. (a) Have any shares of the Company ever been listed on any other stock exchange? If so, give particulars.	Presently listed on the Montreal Curb Market.
(b) Is any application for listing the shares of the Company on any other stock exchange now pending or contemplated? If so, give particulars.	No.

Dated at Montreal the 7th day of February, 1951.



MERRILL ISLAND MINING CORPORATION LTD.

"ROY ROBERTSON," *President.*

"ARTHUR N. OVENDEN," *Secretary-Treasurer.*

STATEMENT SHOWING NUMBER OF SHAREHOLDERS

<i>Number</i>	<i>Shares</i>
14 Holders of 1 - 100 shares.....	806
137 " " 101 - 1000 "	92,500
22 " " 1001 - 2000 "	44,000
8 " " 2001 - 3000 "	24,000
3 " " 3001 - 4000 "	12,000
6 " " 4001 - 5000 "	29,300
22 " " 5001 - up "	2,097,401
<hr/> 212 Stockholders	<hr/> Total shares..... 2,300,007

FINANCIAL STATEMENT

BALANCE SHEET AS AT NOVEMBER 30, 1950

ASSETS

CURRENT ASSETS:	
Cash on Hand.....	\$ 1,000.00
Cash in Bank.....	114,875.87
Due by a Mining Company.....	858.45
	<hr/> \$116,734.32
DEMAND LOAN—Laurentide Acceptance Corporation Ltd.....	75,000.00
FIXED ASSETS (at cost):	
Mining Claims and Concessions.....	\$215,000.00
Buildings.....	3,264.02
Equipment and Machinery.....	1,636.80
Roads.....	1,722.20
	<hr/> 221,623.02
INTANGIBLE ASSETS:	
Development Expenses.....	\$ 30,951.02
Organization Expenses.....	7,000.00
Administration Expenses.....	5,180.27
	<hr/> 43,131.29
	<hr/> <u>\$456,488.63</u>

LIABILITIES

CURRENT LIABILITIES:	
Accounts Payable.....	\$ 11,481.63
CAPITAL STOCK:	
Authorized—3,000,000 shares of \$1.00 par value.....	<u>\$3,000,000.00</u>
Issued—2,300,007 shares of \$1.00 par value, of which 1,000,000 were issued in payment of fixed assets.....	\$2,300,007.00
Less: Discount thereon.....	1,855,000.00
	<hr/> 445,007.00
	<hr/> <u>\$456,488.63</u>

Approved on Behalf of the Board:
"ROY ROBERTSON," *Director*.
"C. A. GEOFFRION," *Director*.

Subject to our report of this date.
(Signed) KNIGHT & TRUDEL,
Chartered Accountants.

Montreal, January 4, 1951.

AUDITORS' REPORT

We have made an examination of the books and accounts of the Merrill Island Mining Corporation Ltd. (No Personal Liability) and have obtained all the information and explanations we have required.

We have not counted the cash on hand at the date of the Balance Sheet but have relied on a certificate from an officer.

We report that, in our opinion, the attached Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs as at November 30, 1950, according to the best of our information and the explanations given to us and as shown by the books of the Company.

(Signed) KNIGHT & TRUDEL,
Chartered Accountants.

Montreal, January 4, 1951.

MINING ENGINEER'S REPORT

The property consists of Block "C" M.C. 136 and claims (14329-33) inc. in Obalski Township and Block "A" M.C. 136 in McKenzie Township, Chibougamau District, Quebec. Block "C" and adjoining claims are on Merrill Island or surrounding water and are known as the Merrill Island Group. Block "A", which contains the Kokko Creek showing, is on the main land and is known as the "Mainland" property.

All claims are accessible by a ten-mile water route from mileage 135 on the new St. Félicien-Chibougamau highway.

History:

The ground was probably located in 1903—at least the discoveries were made at that time—but no real work seems to have been done before 1921. At that time some trenching was done on Merrill Island and on the Kokko Creek showings. Trench 1 on Merrill Island is reported to have averaged 4.30 copper and \$14.03 in gold and silver across a width of 31.5. The Kokko Creek showings were apparently never put in shape for sampling, and so it remains to this day.

In 1928-29 further trenching was done on Merrill Island and the shearing was traced south-east for another 700 feet. No sample results are available.

Still later in the fall and early winter of 1935-36, diamond drilling was done in 26 holes to a total footage of 9,705 feet, all on the Merrill Island showing.

The property has been idle since that time.

Geology:

The rocks in the vicinity are chiefly anorthosites with granite not far to the south and east. Underground work in the area has shown that the anorthosite is fractured and faulted in many directions but, due to water areas and to a paucity of outcrops on land, little is known of the structure as a whole. Not far north of the mainland property and north of the anorthosite, older volcanics and sediments are in evidence with mineralization and characteristics of their own; probably unrelated to those of the property under discussion.

The Kokko Creek shearing appears to have an approximate north-south strike. On Merrill Island the main shear strikes north-west. A second shearing striking north is strongly indicated and a trend more east and west seems probable. Low lying shallow overburden obscures most of the details.

Mineralization:

Consists of pyrrhotite, pyrite and chalcopyrite, with some gold and silver. Sporadic assays in zinc have not been given the attention they merit under present-day prices. The mineralization occurs in shears which apparently strike in three directions with steep dips. Nothing is known about rake of orebodies though one would expect the latter to follow the intersections of the shears.

The most reliable information is that obtained from the beforementioned 26 diamond drill holes put down on Merrill Island. Everyone of these holes cut mineralization with some chalcopyrite and disregarding directions of shears. The general average is 0.013 ozs. gold, 0.18 ozs. silver, 1.52 ozs. copper across a width of 33 feet of a length of 2,300 feet. The tonnage indicated is 8,000 tons to the vertical foot or 1,600,000 tons to a depth of 200 feet.

Perhaps a better way to look at these results is to divide the area into three zones on mineralized sections with results as follows:

Zone	Width	Length	Gold	Silver	Copper
1	29 ft.	400 ft.	0.034	0.27	1.69%
2	21 ft.	600 ft.	0.017	0.30	2.77%
3	27 ft.	350 ft.	0.01	0.14	1.79%

The general average is as follows:

Width	Gold	Silver	Copper	Length
24.7 ft.	0.02 ozs.	0.22 ozs.	2.12%	1,350

On the same basis as the above, tonnage indicated is 720,000 tons to the 200-ft. level.

Zone 1 is near the shore of Dore Lake and has a strike more nearly east than is common.

Zone 2 stands some 1,200 feet southeast of the shore line and continues in a south-easterly direction.

Zone 3 is north of Zone 2 and has its long axis in a north-south direction.

Conclusion—Recommendations:

It should be noted that 23 of the 26 holes were drilled to the shallow depth of about 200 feet. The three deeper holes which cut the shearing at about the 400-ft. horizon gave results lower in copper than the general average, that is, 1.3% copper as against 1.52%, with like value in gold and silver.

However, in view of these inclusive results and of rather widespread mineralization, further drilling is in our opinion fully justified, and it is so recommended.

The Kokko Creek showing is difficult to sample by ordinary methods and short-hole diamond drilling for values and for structure is recommended. On Merrill Island the south-east striking shear zone should be drilled along the projected strike and some deeper holes put down at regular intervals below the shallow holes already in.

In addition, considerable drilling should be done to clarify the characteristics of other shears indicated and inferred with the expectation that some of them will be higher in gold values than the general average.

It is recommended that a minimum of 10,000 feet of diamond drilling be done, preferably of A core size.

The cost of this programme would be between \$30,000 and \$35,000, unless camp construction was found necessary. This last might well be deferred until more information has been obtained.


(Signed) "LAWRENCE OUGHTRED."

August 22, 1950.

Certified to be a true copy of the original.

"ROY ROBERTSON," *Director.*

"C. A. GEOFFRION," *Director.*



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